

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: September 5, 2008
Time of Meeting: 8:30 a.m.
Place of Meeting: Public Utilities Boardroom
3901 Orange Street (at Ninth & Orange Streets)
Riverside, California

PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN

Roll Call

Present:	Dave Barnhart (Chair)	Ken Sutter
	Bernie Titus	Robert Elliott
	Ian Davidson	Manny Sanchez
	Joe Tavaglione	

Absent: Bob Stockton (absence due to business)
Mary Curtin (absence due to business)

Assistant City Manager Michael Beck was in attendance.

PRESENTATION

A. RECOGNITION BY THE BOARD OF PUBLIC UTILITIES OF THE FOLLOWING PUBLIC UTILITIES EMPLOYEES FOR THEIR ACCOMPLISHMENTS OF COMPLETING THE REQUIREMENTS WITHIN THE CITY OF RIVERSIDE'S M3P HIGH PERFORMANCE LEARNING CENTER:

1. Jesus Ramirez and Steven Robles - completed the SHIELD Program
2. Gary Hironimus and Aurora Martinez - completed the SOAR Program
3. Catherine Sarmiento, Clifford Oduca, and Valorie Goode - completed the SOAR Technology Program
4. Steven Johal, and Donna Arrechea - completed the SMART Level I Program
5. Karen Connor and Michael Torelli - completed the SMART Level 2 Program
6. Ernest Marquez - completed the PACE Level 2 Program

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on August 1, 2008 were approved as submitted.

Motion – Tavaglione. Second – Elliott.

Ayes: Barnhart, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Bob Stockton (absence due to business)
Mary Curtin (absence due to business)

2. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on August 15, 2008 were approved as submitted.

Motion – Tavaglione. Second – Sutter.

Ayes: Barnhart, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Bob Stockton (absence due to business)
Mary Curtin (absence due to business)

CITIZENS PARTICIPATION

No comments.

COMMITTEE REPORTS

3. WATER COMMITTEE MEETING
The Board of Public Utilities accepted and filed the August 15, 2008 Water Committee Minutes.
4. FINANCE/MARKETING COMMITTEE MEETING
The Board of Public Utilities accepted and filed the August 22, 2008 Finance/Marketing Committee Minutes.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar:

Motion – Sutter. Second – Titus.

Ayes: Barnhart, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Bob Stockton (absence due to business)
Mary Curtin (absence due to business)

Electric Items

5. UNDERGROUND ELECTRIC LINE EXTENSION – T-32270
WORK ORDER NO. 080016-09

The Board of Public Utilities approved the estimated capital expenditure of \$115,000 to install an underground electric line extension to serve 15 custom lots located at Promise Lane and Via Vista Drive, northerly of Overlook Parkway.

6. CABLE REPLACEMENT AT INTERVALE DRIVE AND VIA SAN JACINTO
WORK ORDER NO. 080020-11

The Board of Public Utilities approved the revised estimated capital expenditure of \$280,000 for Work Order No. 080020-11 to replace cable, conduits and transformers, and install one Padmounted Junction Cabinet (PJC). The original request for the approval of \$230,000 has been revised to reflect a need for additional repaving due to field conditions.

7. GENERAL ORDER (GO) 165 TRANSMISSION POLE REPLACEMENT
WORK ORDER NO. 0903465

The Board of Public Utilities approved the estimated capital expenditure of \$165,000 for Work Order No. 0903465.

Water Items

8. PURCHASE OF REPLACEMENT BACKHOES FOR WATER FIELD OPERATIONS

The Board of Public Utilities:

1. Approved the expenditure of \$168,000 to purchase a John Deere Model 710 Backhoe to replace asset L121; and
2. Approved the expenditure of \$93,000 to purchase a John Deere Model 410 Backhoe to replace asset L122.

9. CONSTRUCTION OF BENECIA DRIVE 8-INCH WATER MAIN REPLACEMENT PROJECT, WORK ORDER NO. 704216 (REVISION)

The Board of Public Utilities approved the capital expenditure of \$235,000 for Work Order No. 704216, which includes all design, material and construction costs for the Benecia Drive 8-inch Water Main Replacement Project.

Other Items

DISCUSSION CALENDAR

10. CONSTRUCTION OF RAUB WELL NO. 7 - AWARD OF BID NO. 6633

Following discussion, the Board of Public Utilities:

1. Approved the capital expenditure of \$1,390,000 for Work Order No. 0808759, which includes all design, construction, change order contingencies, system connections, construction management and inspection for the Raub Well No. 7 Project, Bid No. 6633; and
2. Awarded a contract for the construction of the Raub Well No. 7 Project, Bid No. 6633 to the lowest responsive bidder, Cora Constructors, Inc., of Palm Desert, California, in the amount of \$1,152,450.

Motion – Tavaglione. Second –Sutter.

Ayes: Barnhart, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Bob Stockton (absence due to business)
Mary Curtin (absence due to business)

11. SELECTION OF CONSULTANT FOR PREPARATION OF ENVIRONMENTAL IMPACT REPORT FOR THE RIVERSIDE NORTH BASIN RECHARGE PROJECT

Board Member Sanchez expressed concerns about RBF Consulting developing 10% of the design of the recharge facilities, and inquired as to whether such design would pose a conflict of interest in preparing the CEQA analysis. Deputy City Attorney Susan Wilson opined that no such conflict existed for such preparation.

Following discussion, the Board of Public Utilities recommended that the City Council:

1. Approve a contract with RBF Consulting for the preparation of an Environmental Impact Report for the Riverside North Basin Recharge Project at a total cost not-to-exceed \$495,322;
2. Approve the Riverside North Basin Recharge Project Environmental Impact Report Agreement between Western Municipal Water District, San Bernardino Valley Municipal Water District, and the City of Riverside;
3. Approve an increase in Public Utilities Resources Division Misc. Operating revenues of \$356,000 for Fiscal Year 2008-09; and
4. Approve an additional appropriation to the Public Utilities Resources Division Professional Services Account No. 6120000-421000 budget of \$356,000 for Fiscal Year 2008-09.

Motion – Davidson. Second – Elliott.

Ayes: Barnhart, Sutter, Titus, Elliott, Davidson, and Tavaglione.

Noes: Sanchez.

Abstain: None.

Absent: Bob Stockton (absence due to business)
Mary Curtin (absence due to business)

12. PROPOSED ACQUISITION BY PUBLIC UTILITIES OF LEASEHOLD INTEREST IN FORMER FEDERAL AVIATION ADMINISTRATION OFFICE BUILDING LOCATED AT RIVERSIDE MUNICIPAL AIRPORT – SUPPLEMENTAL APPROPRIATION

Following discussion, the Board of Public Utilities:

1. Recommended that the City Council approve a Termination Agreement with Dyanne M. Routh, Successor Trustee of the Routh Family Trust, for Public Utilities' acquisition of the Routh's leasehold interest in the FAA Building, at the negotiated purchase price of \$700,000, plus escrow and title fees, for an amount not-to-exceed \$710,000;
2. Recommended that the City Council approve a supplemental appropriation of \$710,000 for acquisition of leasehold interest in the FAA Building;
3. Recommended that the City Council approve a supplemental appropriation of \$600,000 for tenant improvements and equipping the FAA Building; and
4. Approved an additional monthly expenditure of \$1,382.55 for ground lease payments, for a term expiring on December 31, 2019.

Motion – Davidson. Second – Titus.

Ayes: Barnhart, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None.

Abstain: None.

Absent: Bob Stockton (absence due to business)
Mary Curtin (absence due to business)

13. MAJOR ELECTRIC PROJECTS STATUS REPORT

Following discussion, the Board of Public Utilities received and filed this status report.

14. ITEMS FOR FUTURE BOARD OF PUBLIC UTILITIES CONSIDERATION AS REQUESTED BY A MEMBER OF THE BOARD OF PUBLIC UTILITIES

None.

Board Member Davidson left the meeting at this time.

GENERAL MANAGER'S REPORT

General Manager Wright requested that Board Member Bernie Titus be on an internal committee to implement requirements of the Fair and Accurate Credit Transactions Act – Board Member Titus agreed to serve on this committee once it was established.

15. State and Federal Legislative Update
16. Update on Status of John W. North Surface Water Treatment Plant and Issuance of an Industrial User Permit from City of Colton
17. Monthly Power Supply Report - July 2008
18. Monthly Update of Goals
19. City Council Agenda - August 26, 2008 and September 2, 2008
20. Upcoming Meetings
21. Systematic Reporting on Conferences/Seminars
22. Electric / Water Utility Acronyms

WORKSHOP

23. SONGS STEAM GENERATOR REPLACEMENT PROJECT – UPDATE

This update was not presented to the Board at this time but the Board of Public Utilities requested that this update be presented to the Finance/Marketing Committee or be sent on a DVD to each Board member so they could view it.

UPCOMING MEETING

Chairman Dave Barnhart adjourned the meeting at 9:40 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, September 19, 2008 at 8:30 a.m.** in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

By: 

David H. Wright, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: September 19, 2008